

EDI Offsetting



Wally Ingram
Austin Financial Center

Electronic Data Interchange (EDI)

- *computer to computer* electronic transmission of *routine business information* in a *standard* format
 - ANSI: American National Standards Institute
 - ASC: Accredited Standards Committee
 - ASC X12: Committee for Financial EDI
 - ASC X12 820: Transaction set for Payment Order/Remittance Advice



Financial Electronic Data Interchange (EDI)

- ▶ The electronic transfer of funds and payment related information (addendum record) through the ACH Network, using standard formats.



Payment Types Affected

- Corporate Trade Exchange (CTX)
 - One to many
 - Up to 9,999 addenda records containing 820 transaction set
 - Input Formats:
 - 820 payment format
 - Flat file payment format
- Corporate Credit or Debit Plus (CCD+) and Prearranged Payment and Deposit Plus (PPD+)
 - One to one
 - One addendum record formatted according to X12
 - Input Format
 - 820 payment format



Updates

- **ASC X12 820 Payment Orders:**
 - If BPR 17 is VEN – eligible for offset
 - If BPR 17 is blank, then BPR 18 must be ‘ZZ’ and BPR 19 will contain ‘YES’ if eligible for offset or ‘NOT’ if NOT eligible for offset
- **Flat File Payment Orders:**
 - Field 4 of Payment Record (Line Code) must contain code for type (‘V’ – vendor or ‘M’ for Miscellaneous
 - Field 12 of Payment Record must contain Offset Eligibility Code (‘Y’ or ‘N’)



Current Status

- Contacting impacted agencies to assess their readiness
- Implementation is scheduled for December 2007



Additional Information

Formats are available online at:

www.fms.treas.gov/ctx/formats.html

Questions:

Wally Ingram

(512) 342-7359

